

FAX**Star Stone Quarries, Inc.**

4040 South 300 West
Salt Lake City, Utah 84107
Tel. (801) 262-4300
Fax (801) 262-4474

m/003/024

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Date: October 18, 2000 Total Pages including this page: 4From: Daniel RyzakTo: D. Wayne HedbergFax No. 359-3940Division of P. Oil, Gas, & Mining

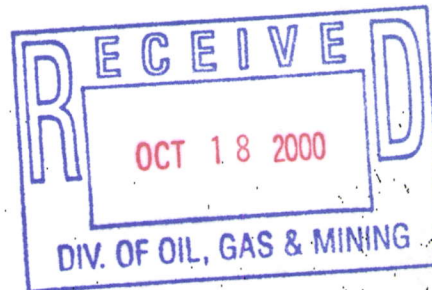
Tel. No. _____

Message: Faxing letters concerning Cotton Thomas Quarry and
Rosebud Quarry due to DOGM today. Will send
originals by mail today.

Have you received any more comments regarding the Heber
Quarry? Please fax new comments. Thank you

m/003/026

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October 18, 2000

Mr. D. Wayne Hedberg
Permit Supervisor
Division of Oil, Gas, and Mining
P. O. Box 145801
Salt Lake City, Utah 84114-5801

re: Conditional Notice of Tentative Approval for Rosebud Quarry; M/003/026, Box Elder
County, Utah.

Dear Wayne:

Lynn Kunzler spoke with me today concerning the reclamation surety estimate for the Rosebud Quarry. Star Stone Quarries is diligently working with an insurance company to set up reclamation surety bonding instead of having to pay cash up front for a certificate of deposit. The paperwork associated with setting up the reclamation surety bonding is expected to be completed in the next two weeks. A favorable response from the insurance company will greatly lower up front cash costs for Star Stone Quarries. If the insurance company can keep their timetable for completing the paperwork, it should be completed about November 1.

Star Stone Quarries will get the reclamation surety bonding set up as soon as possible after the insurance company completes their work. We would like to get final approval to get back into the Rosebud Quarry as soon as practical to begin operations this season.

Sincerely,

Lon Thomas
President, Star Stone Quarries, Inc.